

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

C

W-01452A

Cave Creek Water Company

~~22601 N. 19th Ave., Ste 210~~ 21410 N. 19th Ave, Ste 201

Phoenix, AZ 85027

RECEIVED

APR 17 2006

Z Corporation Commission
Director of Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2005
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FOR COMMISSION USE

ANN04	05
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entered
4-18-06
RF

COMPANY INFORMATION

Company Name (Business Name) <u>CAVE CREEK WATER COMPANY</u>		
Mailing Address <u>21410 N. 19th Ave, Suite 201</u>		
<u>Phoenix</u> (City)	<u>Az</u> (State)	<u>85027</u> (Zip)
<u>623-580-9600</u> Telephone No. (Include Area Code)	<u>623-580-9659</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)
Email Address <u>www.gwresources.com</u>		
Local Office Mailing Address <u>SAME</u>		
 (City)	 (State)	 (Zip)
 Local Office Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)
Email Address 		

MANAGEMENT INFORMATION

Management Contact: <u>CINDY LILES</u>		<u>SVP Growth + CFO</u>	
 (Name)	 (Title)		
<u>21410 N. 19th Ave</u> (Street)	<u>Phoenix</u> (City)	<u>Az</u> (State)	<u>85027</u> (Zip)
<u>623-580-9600</u> Telephone No. (Include Area Code)	<u>623-580-9659</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address <u>cindy.liles@gwresources.com</u>			
On Site Manager: <u>GRAHAM SYMMONDS</u>		<u>SVP Operations + Compliance</u>	
 (Name)	 (Title)		
<u>21410 N. 19th Ave</u> (Street)	<u>Phoenix</u> (City)	<u>Az</u> (State)	<u>85027</u> (Zip)
<u>623-580-9600</u> Telephone No. (Include Area Code)	<u>623-580-9659</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address <u>graham.symmonds@gwresources.com</u>			

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Roshka, DeWulf, Patten
(Name)

400 E. Van Buren St 800 Phoenix Az 85004
(Street) (City) (State) (Zip)

602-256-6100 602-256-6800
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: Roshka, DeWulf, Patten
(Name)

400 E. Van Buren St 800 Phoenix Az 85004
(Street) (City) (State) (Zip)

602-256-6100 602-256-6800
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|--|-----------------------------------|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input checked="" type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	\$	\$	\$
302	Franchises			
303	Land and Land Rights	400,180	0	400,180
304	Structures and Improvements	752,729	(168,153)	584,576
307	Wells and Springs	182,130	(104,561)	77,569
311	Pumping Equipment	866,127	(568,993)	297,134
320	Water Treatment Equipment	45,162	(7,213)	37,949
330	Distribution Reservoirs and Standpipes	351,129	(119,051)	232,078
331	Transmission and Distribution Mains	6,066,870	(1,391,916)	4,674,954
333	Services	555,985	(120,256)	435,729
334	Meters and Meter Installations	326,862	(189,497)	137,365
335	Hydrants	155,424	(21,003)	134,421
336	Backflow Prevention Devices	8,965	(4,037)	4,928
339	Other Plant and Misc. Equipment	734,252	(397,700)	336,552
340	Office Furniture and Equipment	58,369	(32,607)	25,762
341	Transportation Equipment	225,408	(154,131)	71,277
343	Tools, Shop and Garage Equipment	94,405	(38,013)	56,392
344	Laboratory Equipment	15,080	(10,629)	4,451
345	Power Operated Equipment	0	0	0
346	Communication Equipment	0	0	0
347	Miscellaneous Equipment	0	0	0
348	Other Tangible Plant	0	0	0
	TOTALS	\$ 10,839,077	\$ (3,327,760)	\$ 7,511,317

This amount goes on the Balance Sheet Acct. No. 108



CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	\$	\$	\$
302	Franchises			
303	Land and Land Rights	400,180	-	-
304	Structures and Improvements	752,729	3.33%	24,654
307	Wells and Springs	182,130	3.33%	5,238
311	Pumping Equipment	866,127	12.5%	49,891
320	Water Treatment Equipment	45,162	3.33%	1,422
330	Distribution Reservoirs and Standpipes	351,129	5% & 2.5%	8,466
331	Transmission and Distribution Mains	6,066,870	2%	120,234
333	Services	555,985	3.33%	17,362
334	Meters and Meter Installations	326,862	8.33%	17,988
335	Hydrants	155,424	2%	3,030
336	Backflow Prevention Devices	8,965	6.67%	543
339	Other Plant and Misc. Equipment	734,252	6.67%	35,656
340	Office Furniture and Equipment	58,369	6.67%	2,638
341	Transportation Equipment	225,408	20%	12,206
343	Tools, Shop and Garage Equipment	94,405	5%	3,861
344	Laboratory Equipment	15,080	10%	963
345	Power Operated Equipment	0		0
346	Communication Equipment	0		0
347	Miscellaneous Equipment	0		0
348	Other Tangible Plant	0		0
	TOTALS	\$ 10,839,077		\$ 304,152

This amount goes on the Comparative Statement of Income and Expense _____
 Acct. No. 403.

BALANCE SHEET

Acct .No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 1,176,161	\$ 6,596
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	154,261	174,610
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	54,241	34,895
174	Miscellaneous Current and Accrued Assets	24,258	4,727
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 1,408,920	\$ 220,828
	FIXED ASSETS		
101	Utility Plant in Service	\$ 10,022,036	\$ 10,839,077
103	Property Held for Future Use		
105	Construction Work in Progress	21,940	256,706
108	Accumulated Depreciation – Utility Plant	(3,015,355)	(3,327,760)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 7,028,621	\$ 7,768,023
	TOTAL ASSETS	\$ 8,437,541	\$ 7,988,851

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 230,950	\$ 266,228
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	140,265	142,755
236	Accrued Taxes	9,428	10,045
237	Accrued Interest	34,067	38,387
241	Miscellaneous Current and Accrued Liabilities	1,840,121	50,980
	TOTAL CURRENT LIABILITIES	\$ 2,254,831	\$ 508,395
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 319,827	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	2,845,648	2,457,056
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	4,425,481	4,904,937
272	Less: Amortization of Contributions	(1,305,632)	(1,440,844)
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 5,965,497	\$ 5,921,149
	TOTAL LIABILITIES	\$ 8,540,155	\$ 6,429,544
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 31,250	\$ 31,250
211	Paid in Capital in Excess of Par Value	34	1,397,625
215	Retained Earnings	(133,898)	130,432
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ (102,614)	\$ 1,559,307
	TOTAL LIABILITIES AND CAPITAL	\$ 8,437,541	\$ 7,988,851

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 1,683,300	\$ 1,709,383
460	Unmetered Water Revenue		0
474	Other Water Revenues	11,620	74,135
	TOTAL REVENUES	\$ 1,694,920	\$ 1,783,518
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 353,171	\$ 60,211
610	Purchased Water	98,521	159,388
615	Purchased Power	336,259	334,240
618	Chemicals	20,910	32,563
620	Repairs and Maintenance	69,992	75,143
621	Office Supplies and Expense	18,631	5,618
630	Outside Services	513,173	476,334
635	Water Testing	4,490	19,573
641	Rents		21,190
650	Transportation Expenses	14,708	7,000
657	Insurance – General Liability	21,600	31,126
659	Insurance - Health and Life		3,080
666	Regulatory Commission Expense – Rate Case		4,387
675	Miscellaneous Expense	83,351	37,153
403	Depreciation Expense	186,161	190,231
408	Taxes Other Than Income	47,484	11,397
408.11	Property Taxes	45,352	51,498
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 1,813,803	\$ 1,520,132
	OPERATING INCOME/(LOSS)	\$	\$
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ (32,568)	\$ 789
421	Non-Utility Income	47,328	7706
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(14,684)	(7552)
	TOTAL OTHER INCOME/(EXPENSE)	\$ 76	\$ 943.00
	NET INCOME/(LOSS)	\$ (118,807)	\$ 264,329

COMPANY NAME

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME: CAVE CREEK WATER COMPANY

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (GPM)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (Inches)	Year Drilled
55-625097	3.0	20	420	8	1	1970's
55-625096	-	-	750	10	-	1970's
55-521032	25	100	800	12	3	1980's
55-518052	15	100	1000	8	3	1980's
55-625099	-	-	84	8	-	1980's
55-625798	7.5	80	210	10	3	1970's
55-625094	15	50	292	10	3	1970's
55-516266	10	80	357	8	3	1980's
55-625095	10	50	260	8	3	1970's
55-625093	-	-	317	10	-	1970's
55-518050	40	300	700	10	3	1980's
55-516267	-	-	302	8	-	1980's

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
CAP 3-60HP at canal	2,100	451,304 (CAP water)
CAP 3-50HP in each of three in-line booster stations	2,100	

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	6	312	0
7.5	1		
10	2		
15	11		
30	8		
40	1		
50	4		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
15,000	2	1,000	9
20,000	1		
40,000	1	5,000	7
110,000	4		
250,000	1		

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	25,000
3		
4	PVC	52,634
5		
6	PVC	205,829
8	PVC	208,506
10		
12	PVC	27,188
16	PVC	62,894

CUSTOMER METERS

Size (in inches)	Quantity
5/8 x 3/4	766
3/4"	0
1"	1578
1 1/2"	0
2"	76
Comp. 3	0
Turbo 3	1
Comp 4	2
Turbo 4	2
Comp 6	0
Turbo 6	0

For the following three items, list the Utility-owned assets in each category.

TREATMENT EQUIPMENT:

3 Microfloc Filter Skid with Catwalks
 3 Blower
 3 Effluent Pump
 3 Chlorinator
 TOC Removal System (Ferric Chloride injection, Static Mixers)
 Arsenic Treatment System (Ferric Chloride + Polymer Injection, Static Mixers, Particle Counter Analyzer)

STRUCTURES:

3 x CAP Booster Station Vaults
 4 x Pressure Reducer Valve Vaults
 1 x Treatment Building

OTHER:

SCADA Control System (plant + CAP)
 5 Utility Vehicles
 1 Backhoe

COMPANY NAME: CAVE CREEK WATER COMPANY**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2005**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)
January	2333	37,643	35,328
February	2344	33,044	32,368
March	2339	33,738	48,488
April	2351	39,122	52,203
May	2365	46,799	53,414
June	2375	64,253	58,044
July	2383	62,516	56,466
August	2383	61,927	56,618
September	2401	53,801	60,075
October	2407	66,547	60,517
November	2410	40,689	48,441
December	2423	39,232	46,797
TOTAL		579,311 ⁵	608,759 ⁶

⁵ – Includes 29.0 MGal potable water delivered to Desert Hills Water Company, 88.132 MGal of potable water delivered to the Carefree Water Company and 73.066 MGal raw water delivered to Rancho Manana Golf Club. SOLD column does not include 3.49 MGal delivered via hydrant meters to construction operations (therefore total sold is $579.311 + 3.4898 = 582.8008$ MGal).

Is the Water Utility located in an ADWR Active Management Area (AMA)?
(X) Yes () No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
(X) Yes () No

If yes, provide the GPCPD amount: 160

What is the level of arsenic for each well on your system mg/L
(If more than one well, please list each separately)

ADWR #	Name	Average As, mg/L
55-518050	Vermeersch	0.230
55-518052	Hazelton	0.056
55-521032	Faber	0.280
55-625095	Neary	0.016
55-625098	Pee Wee	<0.003
55-625097	Rockaway	0.015
55-625094	Wright I	0.01
55-516266	Wright II	0.012

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME CAVE CREEK WATER COMPANY YEAR ENDING 12/31/2005

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2005 was: \$ 24,995.86

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

VERIFICATION
AND
SWORN STATEMENT
Taxes

RECEIVED

APR 17 2006

Z Corporation Commission
Director of Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>MARICOPA</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>CINDY LILES, SUP Growth + CFO</u>
COMPANY NAME	<u>CAVE CREEK WATER COMPANY</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Cindy Liles

SIGNATURE OF OWNER OR OFFICIAL

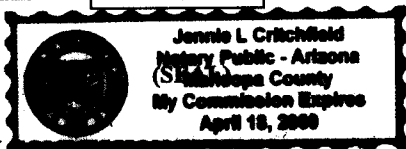
623-580-9600

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 17 DAY OF



MY COMMISSION EXPIRES

4/18/08

COUNTY NAME	<u>MARICOPA</u>
MONTH	<u>April</u>
	<u>2006</u>

Jennie L. Critchfield
SIGNATURE OF NOTARY PUBLIC

COMPANY NAME CAVE CREEK WATER COMPANY

YEAR ENDING 12/31/2005

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported _____

Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported _____

Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____

Amount of Gross-Up Tax Collected _____

Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Cindy Liles
SIGNATURE

4-16-07
DATE

CINDY LILES
PRINTED NAME

SVP Growth + CFO
TITLE

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

RECEIVED

APR 17 2006

Z Corporation Commissic
Director of Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
<u>MARICOPA</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>CINDY LILES, SUP & Growth + CFO</u>
COMPANY NAME
<u>CAVE CREEK WATER COMPANY</u>

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FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2005</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2005 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 1,928,435

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 137,211
IN SALES TAXES BILLED, OR COLLECTED)

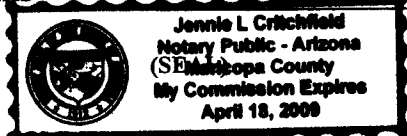
**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

17 DAY OF



MY COMMISSION EXPIRES

4/18/09

Cindy Liles

SIGNATURE OF OWNER OR OFFICIAL

623-580-9600

TELEPHONE NUMBER

COUNTY NAME
<u>MARICOPA</u>
MONTH
<u>April</u>
<u>2006</u>

Jennie L. Critchfield
SIGNATURE OF NOTARY PUBLIC

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED

APR 17 2006

Arizona Corporation Commission
Director of Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) MARICOPA	
NAME (OWNER OR OFFICIAL) CINDY LILES	TITLE SVP Growth + CFO
COMPANY NAME CAVE CREEK WATER COMPANY	

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FOR THE YEAR ENDING

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SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2005 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ 1,561,313

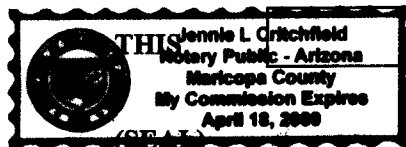
(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 129,589
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

Cindy Liles
SIGNATURE OF OWNER OR OFFICIAL
623-580-9600
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF



17

DAY OF

NOTARY PUBLIC NAME	
COUNTY NAME MARICOPA	
MONTH April	2006

MY COMMISSION EXPIRES 4/18/08

Jennie L. Critchfield
SIGNATURE OF NOTARY PUBLIC